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**IN THE UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF NEW JERSEY**

**WANDA and LUTHER RAY HOUTZ; ETHEL
and JOE KEHOE; INGRID JERNAGIN;
DARREN and HEATHER GARCIA; JOSEPH
NARBUT, JR.; WAYNE and BETTY WILSON;
JIMMY and LEANOR BELVIN; CAROLYN
MAIELLO; EDNA OGE, Individually, and as
Representative of the Estate of JAMES OGE;
CAROLINE and DANTE GENTILE; GEORGE
and DONNA DAVIS; MICHELLE and JAMES
BLAND; THERESA JACKSON; JEANETTE
JACKSON; JAMES and CAROLINE KAST;
ROSE MOCARSKI, Individually, and as
Representative of the Estate of VICTOR MOCARSKI;
RACHEL AND MICHAEL ROGERS; LONNIE
GIBBS; and CARL and CAROL PETTETT,**

Plaintiffs,

v.

**MERCK & CO., INC., a Domestic
Corporation,**

Defendant.

CIVIL CASE # _____

JURY TRIAL DEMANDED

COMPLAINT

COMES NOW, Wanda and Luther Ray Houtz ("Plaintiff Houtz"), Ethel and Joe Kehoe ("Plaintiff Kehoe"), Ingrid Jernagin ("Plaintiff Jernagin"), Darren and Heather Garcia ("Plaintiff Garcia"), Joseph Narbut Jr. ("Plaintiff Narbut"), Wayne and Betty Wilson ("Plaintiff Wilson"), Jimmy and Leanor Belvin ("Plaintiff Belvin"), Carolyn Maiello ("Plaintiff Maiello"), Edna Oge,

Individually, and as Representative of the Estate of James Oge ("Plaintiff Oge"), Caroline and Dante Gentile ("Plaintiff Gentile"), George and Donna Davis ("Plaintiff Davis"), Michelle and James Bland ("Plaintiff Bland"), Theresa Jackson ("Plaintiff T. Jackson"), Jeannette Jackson ("Plaintiff J. Jackson"), James and Carolyn Kast ("Plaintiff Kast"), Rose Mocarski, Individually, and as Representative of the Estate of Victor Mocarski ("Plaintiff Mocarski"), Rachel and Michael Rogers ("Plaintiff Rogers"), Lonnie Gibbs ("Plaintiff Gibbs"), and Carl Carroll Pettett ("Plaintiff Pettett") complaining of Merck & Co., Inc., (Defendant "Merck"), and for their causes of action against the Defendants states as follows:

Statement of the Parties

1. Plaintiff Wanda Houtz is an individual residing in Julian, Pennsylvania, and resident of Centre County, Pennsylvania.
2. Plaintiff Ethel Kehoe is an individual residing in Ridge, New York, and a resident of Suffolk County, New York.
3. Plaintiff Ingrid Jernagin is an individual residing in Pontiac, Michigan, and a resident of Oakland County, Michigan.
4. Plaintiff Darren Garcia is an individual residing in Hanford, California, and a resident of Kings County, California.
5. Plaintiff Joseph Narbut, Jr. is an individual residing in Wilmington, North Carolina, and a resident of New Hanover County, North Carolina.
6. Plaintiff Wayne Wilson is an individual residing in Bonnots Mill, Missouri, and a resident of Osage County, Missouri.
7. Jimmy Belvin is an individual residing in Balko, Oklahoma, and a resident of Beaver County, Oklahoma.

8. Carolyn Maiello is an individual residing in Del City, Oklahoma, and a resident of Oklahoma County, Oklahoma.

9. Edna Oge is an individual residing in Dallas, Texas, who brings this suit on behalf of herself, and as representative of James Oge.

Edna Oge is the surviving wife of James Oge. Plaintiff brings these claims in her capacity as the statutory and common law heir of Decedent and for the lawful wrongful death and survival claims. Plaintiff is the surviving heir of Decedent and the successor in interest to causes of action of Decedent for economic damages, non-economic damages, special damages and punitive damages that survived decedent's death. Plaintiff represents the interests of the Estate of James Oge in the instant litigation.

10. Plaintiff Caroline Gentile is an individual residing in Greenwood, New York, and a resident of Steuben County, New York.

11. Plaintiff George Davis is an individual residing in Norman, Oklahoma, and a resident of Cleveland County, Oklahoma.

12. Plaintiff Michelle Bland is an individual residing in Rapid City, South Dakota and a resident of Pennington County, South Dakota.

13. Plaintiff Theresa Jackson is an individual residing in Brooklyn, New York, and a resident of Kings County, New York.

14. Plaintiff Jeannette Jackson is an individual residing in Brooklyn, New York, and a resident of Kings County, New York.

15. Plaintiff James Kast is an individual residing in Canton, Ohio, and a resident of Stark County, Ohio.

16. Rose Mocarski is an individual residing in Phoenixville, Pennsylvania, who brings this suit on behalf of herself, and as representative of Victor Mocarski.

Rose Mocarski is the surviving wife of Victor Mocarski. Plaintiff brings these claims in her capacity as the statutory and common law heir of Decedent and for the lawful wrongful death and survival claims. Plaintiff is the surviving heir of Decedent and the successor in interest to causes of action of Decedent for economic damages, non-economic damages, special damages and punitive damages that survived decedent's death. Plaintiff represents the interests of the Estate of Victor Mocarski in the instant litigation.

17. Plaintiff Rachel Rogers is an individual residing in Arnold, Pennsylvania and a resident of Westmoreland County, Pennsylvania.

18. Plaintiff Lonnie Gibbs is an individual residing in Brooklyn, New York and a resident of Kings County, New York.

19. Plaintiff Carl Pettett is an individual residing in Sault Sainte Marie, Michigan, and a resident of Chippewa County, Michigan.

20. Defendant Merck & Co., Inc. (hereinafter referred to as "Merck"), is incorporated in the State of New Jersey and has its principal place of business in White House Station, New Jersey. At all times relevant herein, Merck was in the business of designing, testing, manufacturing, labeling, advertising, marketing, promoting, selling and distributing pharmaceuticals and other products, including VIOXX®. Defendant Merck can be served through its corporate headquarters at Merck & Co., Inc., One Merck Drive, P.O. Box 100, Whitehouse Station, NJ 08889-0100.

21. When the word "Defendant" is used herein, it is meant to refer to the Defendant mentioned in the style of this Complaint, who is liable to Plaintiffs for injuries sustained.

Statement of Jurisdiction and Venue

22. The parties are of diverse citizenship and the amount in controversy exceeds the minimal jurisdictional requirements of the court. Jurisdiction is appropriate in this court, pursuant to 28 U.S.C. §1331(a)(1).

23. Venue is appropriate in this court, pursuant to 28 U.S.C. §1391(a). The Defendant is subject to the Court's jurisdiction, and a substantial portion of the events occurred in New Jersey.

24. The subject matter of this Complaint is also the subject matter of multi-district litigation commenced pursuant to 28 U.S.C. §1407 in MDL No. 1657 in the Eastern District of Louisiana. U.S. District Judge Eldon E. Fallon is the Presiding Judge.

Statement of the Facts

25. This is a civil action brought on behalf of Plaintiff Wanda Houtz, who was prescribed and used the prescription medication VIOXX, and suffered a stroke on or about July 15, 2004 as a result.

26. This is a civil action brought on behalf of Plaintiff Ethel Kehoe, who was prescribed and used the prescription medication VIOXX, and suffered a transient ischemic attack on or about August 10, 2004 as a result.

27. This is a civil action brought on behalf of Plaintiff Ingrid Jernagin, who was prescribed and used the prescription medication VIOXX, and suffered a stroke on January 6, 2002 as a result.

28. This is a civil action brought on behalf of Plaintiff Darren Garcia, who was prescribed and used the prescription medication VIOXX, and suffered deep vein thrombosis on or about June 2004 as a result.

29. This is a civil action brought on behalf of Plaintiff Joseph Narbut, Jr., who was prescribed and used the prescription medication VIOXX, and suffered a transient ischemic attack on September 24, 2001 as a result.

30. This is a civil action brought on behalf of Plaintiff Wayne Wilson, who was prescribed and used the prescription medication VIOXX, and suffered a transient ischemic attack on or about February 6, 2001 as a result.

31. This is a civil action brought on behalf of Plaintiff Jimmy Belvin, who was prescribed and used the prescription medication VIOXX, and suffered transient ischemic attack on July 28, 2002 as a result.

32. This is a civil action brought on behalf of Plaintiff Carolyn Maiello, who was prescribed and used the prescription medication VIOXX, and suffered a transient ischemic attack on or about September 1, 2004 as a result.

33. This is a civil action brought on behalf of Plaintiff James Oge, who was prescribed and used the prescription medication VIOXX, and suffered from hypertensive cardiovascular disease on or about March 6, 2000 as a result.

34. This is a civil action brought on behalf of Plaintiff Carolyn Gentile, who was prescribed and used the prescription medication VIOXX, and suffered a deep vein thrombosis on or about November 7, 1999 as a result.

35. This is a civil action brought on behalf of Plaintiff George Davis, who was prescribed and used the prescription medication VIOXX, and suffered a heart attack on January 15, 2001 as a result.

36. This is a civil action brought on behalf of Plaintiff Michelle Bland, who was prescribed and used the prescription medication VIOXX, and suffered a heart attack and/or blood clots on November 16, 2002 as a result.

37. This is a civil action brought on behalf of Plaintiff Theresa Jackson, who was prescribed and used the prescription medication VIOXX, and suffered a heart attack on July 24, 2000 as a result.

38. This is a civil action brought on behalf of Plaintiff Jeanette Jackson, who was prescribed and used the prescription medication VIOXX, and suffered a heart attack on or about March 2003 as a result.

39. This is a civil action brought on behalf of Plaintiff James Kast, who was prescribed and used the prescription medication VIOXX, and suffered a heart attack on April 30, 2003 as a result.

40. This is a civil action brought on behalf of Plaintiff Victor Mocarski, who was prescribed and used the prescription medication VIOXX, and suffered a fatal heart attack on February 14, 2004 as a result.

41. This is a civil action brought on behalf of Plaintiff Rachel Rogers, who was prescribed and used the prescription medication VIOXX, and suffered three transient ischemic attacks on or about July 2003, July 2004, and August 2004 as a result.

42. This is a civil action brought on behalf of Plaintiff Lonnie Gibbs, who was prescribed and used the prescription medication VIOXX, and suffered blood clotting on or about 2002 and 2004 as a result.

43. This is a civil action brought on behalf of Plaintiff Carl Pettett, who was prescribed and used the prescription medication VIOXX, and suffered a stroke on or about 2003 as a result.

44. VIOXX is the brand name of rofecoxib, one of a class of drugs called "prostaglandins," which work to reduce inflammation and pain by providing analgesic and anti-inflammatory benefits to persons with, among other conditions, arthritis and muscle pain. Prostaglandins are COX (cyclooxygenase) inhibitors; COX enzymes metabolize arachidonic acid to produce prostaglandins.

45. VIOXX is a COX-2 inhibitor, which is designed to produce prostaglandins at inflammatory sites, and to produce prostacyclin, a vasodilator and an inhibitor of platelet aggregation.

46. Defendant Merck submitted an Application to Market a New Drug for Human Use ("NDA") for rofecoxib to the United States Food and Drug Administration ("FDA") on November 23, 1998, for tablets, at doses of 12.5 mg and 25 mg, for relief of the signs and symptoms of osteoarthritis, the management of acute pain, and the treatment of primary dysmenorrhea. This application was denoted NDA 21-042 by the FDA.

47. Defendant Merck also submitted an Application to Market a New Drug for Human Use ("NDA") for rofecoxib to the United States Food and Drug Administration ("FDA") on November 23, 1998, for oral suspension, at doses of 12.5 mg/mL and 25 mg/mL, for relief of the signs and symptoms of osteoarthritis, the management of acute pain, and the treatment of primary dysmenorrhea. This application was denoted NDA 21-052 by the FDA.

48. On or about May 20, 1999, the FDA approved NDA 21-042 and NDA 21-052 (hereinafter the “NDA”) for rofecoxib, for relief of the signs and symptoms of osteoarthritis, the management of acute pain, and the treatment of primary dysmenorrhea.

49. At the time the drug was approved by the FDA, the labeling for rofecoxib stated, in the section entitled “Special Studies -- Upper Endoscopy in Patients with Osteoarthritis,” “Treatment with VIOXX 25 mg daily or 50 mg daily was associated with a significantly lower percentage of patients with endoscopic gastroduodenal ulcers than treatment with ibuprofen 2400 mg daily. However, the studies cannot rule out at least some increase in the rate of endoscopic gastroduodenal ulcers when comparing VIOXX to placebo.”

50. The “Warnings” section of the labeling for rofecoxib, at the time the drug was approved by the FDA, contains a section, “Gastrointestinal (GI) Effects -- Risk of GI Ulceration, Bleeding, and Perforation.”

51. Defendant Merck submitted sNDA-007 with the goal of establishing a gastrointestinal (“GI”) safety claim for rofecoxib. In conjunction with the sNDA, Defendant Merck performed the VIOXX GI Outcomes Research (VIGOR) Protocol, No. 088-04, entitled “A Double-Blind, Randomized, Stratified, Parallel-Group Study to Assess the Incidence of PUBs During Chronic Treatment With MK-0966 or Naproxen in Patients With Rheumatoid Arthritis: U.S. Cohort.” The VIGOR study was performed from January 6, 1999 through March 17, 2000.

52. The objectives of the VIGOR study were to (1) “determine the relative risk of confirmed PUB (Perforation, Ulcers, Bleeding) in patients taking MK-0966 50 mg daily compared to patients in the group taking naproxen 1000 mg/day,” and (2) “study the safety and tolerability of MK-0966 in patients with rheumatoid arthritis.”

53. In industry-sponsored studies presented at the European United League Against Rheumatism (EULAR), an organization in which Merck is a member and corporate sponsor, in June of 2000, it was shown that VIOXX use resulted in a statistically significant increase in hypertension and stroke. Not only did Merck do nothing to further accurately publish these studies, or warn consumers, but it denied the results with respect to hypertension in the official publication of the American Pharmaceutical Association, *Pharmacy Today*, *Spin War Aside, Lessons Emerge From COX-2 Trials*, in August 2000, page 3.

54. Merck continued to deny the ill health effects associated with VIOXX while at the same time reaping profits obtained through its non-disclosure and concealment. Merck engaged in a massive advertising and sampling program and gained continued increases in the market share, which enhanced Merck's financial stability to the detriment of its consumers. As a result of Merck's scheme, it reaped more than \$2 billion in profit in the year 2000 alone, and appropriated approximately 23 percent share of the market.

55. Merck continued to profit from its scheme by withholding information from Plaintiffs, the consuming public, and the health care industry. For example, in November of 2000, Merck caused the publication of a study in the *New England Journal of Medicine* in which it knowingly downplayed and/or withheld the severity of cardiovascular risks associated with VIOXX consumption over naproxen consumption.

56. On or about August 29, 2001, the *Journal of the American Medical Association* (JAMA) published a peer-reviewed human epidemiologic study by the Cleveland Clinic Foundation, Cleveland, Ohio, Dr. D. Mukherjee, et al., showing what Merck had concealed that the relative risk of developing a "confirmed adjudicated thrombotic cardiovascular event" (defined in the article as "myocardial infarction, unstable angina, cardiac thrombus, resuscitated

cardiac arrest, sudden or unexplained death, ischemic stroke, and transient ischemic attacks”) among VIOXX users in Merck’s trials, including VIGOR, at a 95% confidence interval ranged from 2.2 for event-free survival analysis, 2.38 compared to naproxen users, and 4.89 for developing serious cardiovascular events among aspirin-indicated patients. *See* Mukherjee, D., et al., *Risk of Cardiovascular Events Associated With Selective Cox-2 Inhibitors*, J.A.M.A. 286:8, 954-959, Aug. 22/29,2001. In addition, the annualized myocardial infarction rates for VIOXX users compared to placebo revealed a statistically significant increase among VIOXX users.

57. In the JAMA study, the authors stated that “by decreasing PGI₂ production [VIOXX] may tip the natural balance between prothrombotic thromboxane A₂ and antithrombotic PGI₂, potentially leading to an increase in thrombotic cardiovascular events.” *Id.* at 957. In a follow-up peer-reviewed study reported in the Journal of the American College of Cardiology on or about February 6, 2002, Dr. Richard J. Bing conducted scientific testing and confirmed that the COX-2 inhibitor “tips the balance of prostacyclin/thromboxane in favor of thromboxane, leading to increased vascular and thrombotic events.” Bing, R., & Lomnicka, M., *Why Do Cyclo-Oxygenase-2 Inhibitors Cause Cardiovascular Events?*, J.A.C.C., 39:3, Feb. 6, 2002. This is further supported by studies completed at the University of Pennsylvania. Cheng, Y., et al., *Role of Prostacyclin in the Cardiovascular Response to ThromboxaneA₂*, Journal of Science, V. 296:539-541, Apr. 19, 2002.

58. On September 17, 2001, Thomas W. Abrams, R.Ph., MBA, Director of the FDA Division of Drug Marketing, Advertising, and Communications, issued a “Warning Letter” to Raymond V. Gilmartin, President and CEO of Defendant Merck, relating to “promotional activities and materials for the marketing of VIOXX (rofecoxib) tablets.”

59. The Warning Letter stated that Defendant Merck had “engaged in a promotional campaign for VIOXX that minimizes the potentially serious cardiovascular findings that were observed in the VIOXX Gastrointestinal Outcomes Research (VIGOR) study, and thus, misrepresents the safety profile for VIOXX.” The letter further states:

Specifically, your promotional campaign discounts the fact that in the VIGOR study, patients on VIOXX were observed to have a four to five fold increase in myocardial infarctions (Mis) compared to patients on the comparator non-steroidal anti-inflammatory drug (NSAID), Naprosyn (naproxen).

60. The eight (8) page Warning Letter outlines, in detail, the conduct of Defendant Merck that supports the FDA’s issuance of the Warning Letter, and makes the following

“Conclusions and Requested Actions:”

The promotional activities and materials described above minimize the potentially serious Cardiovascular findings that were observed in the VIGOR study, minimize the VIOXX / Coumadin drug interaction, omit crucial risk information associated with VIOXX therapy, contain unsubstantiated comparative claims, and promote unapproved uses. On December 16, 1999, we also objected to your dissemination of promotional materials for VIOXX that misrepresented VIOXX’S safety profile, contained unsubstantiated comparative claims, and lacked fair balance.

Due to the seriousness of these violations, and the fact that your violative promotion of VIOXX has continued despite our prior written notification regarding similar violations, we request that you provide a detailed response to the issues raised in this Warning Letter on or before October 1, 2001.

This response should contain an action plan that includes a comprehensive plan to disseminate corrective messages about the issues discussed in this letter to the audiences that received these misleading messages. This corrective action plan should also include:

Immediately ceasing all violative promotional activities, and the dissemination of violative promotional materials for VIOXX.

Issuing a “Dear Healthcare provider” letter to correct false or misleading impressions and information. This proposed letter should be submitted to us for review prior to its release. After agreement is reached on the content and audience, the letter should be disseminated by direct mail to all healthcare providers who were, or may have been exposed to the violative promotion.

A written statement of your intent to comply with “1” and “2” above.

61. On April 11, 2002, the FDA approved a supplemental application for the use of VIOXX (rofecoxib) for rheumatoid arthritis, adding this indication to the previously approved indications for osteoarthritis and pain. The FDA also approved new labeling, a “Dear Doctor” letter, and a new patient package insert. The labeling and the “Dear Doctor” letter contained information concerning the results of the VIGOR study.

62. The revised labeling further states that the administration of VIOXX 50 mg., was associated with a higher incidence of gastrointestinal symptoms.

***Clinical Studies in OA and KA with VIOXX 50 mg (Twice the highest
dose recommended for chronic use)***

In OA and RA clinical trials which contained VIOXX 12.5 or 25 mg as well as VIOXX 50 mg. VIOXX 50 mg OD was associated with a higher incidence of gastrointestinal symptoms (abdominal pain, epigastric pain, heartburn, nausea and vomiting), lower extremity edema, hypertension, serious* adverse experiences and discontinuation due to clinical adverse experiences compared to the recommended chronic doses of 12.5 and 25 mg. (see DOSAGE AND ADMINISTRATION).

63. Further, the “Dear Doctor” letter, approved in conjunction with the revisions to the VIOXX labeling, outlines the changes to the VIOXX labeling.

64. The revised “Patient Information” sheet does not add any information about the results of the VIGOR study.

65. The “Patient Information” sheet is the only written document that is provided to a patient for whom VIOXX is prescribed.

66. Both the initial labeling and the revised labeling are ineffective because they do not properly advise physicians and patients of the potential gastrointestinal side effects of VIOXX.

67. Despite knowledge of the ineffectiveness of the warnings, and despite knowledge that VIOXX may cause serious gastrointestinal side effects, Defendant Merck has concealed and/or downplayed the dangers associated with VIOXX, and continues to market the drug in the United States and abroad. In its 2001 Annual Report, for example, Defendant Merck states:

The Company also noted that a number of federal and state lawsuits, involving individual claims as well as purported class actions, have been filed against the Company with respect to *Vioxx*. . . . The lawsuits include allegations regarding gastrointestinal bleeding and cardiovascular events. The Company believes that these lawsuits are completely without merit and will vigorously defend them.

68. Further, in its January 23, 2001 8-K filing with the Securities and Exchange Commission, the Defendant failed to mention the cardiac and cardi thrombotic findings of the VIGOR study:

“Our results reflect the strength of our growth strategy,” Mr. Gilmartin said. “Our five key products, **VIOXX**, ZOCOR, COZAAR/HYZAAR*, FOSAMAX and SINGULAIR, drove Merck’s performance for the year and created a powerful platform for growth.” These products accounted for 57% of Merck’s worldwide human health sales for 2000 and 61% for the fourth quarter.

“Each of the five medicines offers unique competitive advantages,” Mr. Gilmartin said. **VIOXX**, a once-a-day medicine, is the only COX-2 indicated in the United States both for osteoarthritis and acute pain. Since its extraordinarily successful 1999 launch, **VIOXX** has become the world’s fastest growing branded prescription arthritis medicine, and it is already Merck’s second largest-selling medicine. In the United States, **VIOXX** now accounts for approximately 50 percent of new prescriptions in the COX-2 class, despite being second to market in this class in the United States. **VIOXX** achieved \$2.2 billion in sales for the full year 2000, with \$700 million in the fourth quarter.

A Food and Drug Administration (FDA) Advisory Committee meeting is scheduled for Feb. 8 to review labeling changes Merck has requested based on the strong results of the VIGOR Study. This 8,000-patient gastrointestinal outcomes research study, in which **VIOXX** reduced the risk of serious gastrointestinal complications by half compared to the NSAID naproxen, was published in November in THE NEW ENGLAND JOURNAL OF MEDICINE. Another study, presented in November, showed that **VIOXX** significantly reduced moderate-to-severe acute pain after dental surgery to a greater degree compared to codeine combined with acetaminophen.

69. Despite the foregoing, Defendant Merck has continued to represent to consumers that VIOXX is safe, and that any cardiovascular and/or cardiothrombotic side effects are not associated with the drug. The Defendant has also downplayed any potential gastrointestinal side effects of the drug, promoting it as safe and more efficacious than other medications approved for treatment of similar conditions.

COUNT I
PRODUCTS LIABILITY - DEFECTIVE DESIGN (N.J.S.A. 2A:58C-2 *et seq.*)

70. Plaintiffs repeat and incorporate by reference all other paragraphs of this Master Complaint as if fully set forth herein.

71. Defendant is the researcher, developer, manufacturer, distributor, marketer, promoter, supplier and seller of VIOXX, which is defective and unreasonably dangerous to consumers.

72. VIOXX is defective in its design or formulation in that it is not reasonably fit, suitable or safe for its intended purpose and/or its foreseeable risks exceed the benefits associated with its design and formulation. VIOXX is defective in design or formulation in that it lacks efficacy and/or it poses a greater likelihood of injury than other nonsteroidal anti-inflammatory medicines and similar drugs on the market and is more dangerous than ordinary consumers can reasonably foresee.

73. The defective condition of VIOXX renders it unreasonably dangerous, and VIOXX was in this defective condition at the time it left the hands of the Defendant. VIOXX was expected to and did reach consumers, including all Plaintiffs, without substantial change in the condition in which it was designed, manufactured, labeled, sold, distributed, marketed, promoted, supplied and otherwise released into the stream of commerce.

74. Plaintiffs were unaware of the significant hazards and defects in VIOXX. VIOXX was unreasonably dangerous in that it was more dangerous than would be reasonably contemplated by the ordinary user. During the period that Plaintiffs were taking VIOXX, the medication was being utilized in a manner that was intended by Defendant. At the time Plaintiffs received and consumed VIOXX, it was represented to be safe and free from latent defects.

75. Defendant Merck is strictly liable to Plaintiffs for designing, manufacturing, and placing into the stream of commerce a product which was unreasonably dangerous for its reasonably foreseeable uses at the time it left the control of Defendant because of the design defects.

76. Defendant Merck knew or should have known of the danger associated with the use of VIOXX, as well as the defective nature of VIOXX, but has continued to design, manufacture, sell, distribute, market, promote and/or supply VIOXX so as to maximize sales and profits at the expense of the public health and safety, in conscious disregard of the foreseeable harm caused by VIOXX.

77. As a direct and proximate cause of the design defect and Defendant's misconduct as set forth herein, Plaintiffs suffered and continue to suffer serious and permanent physical and emotional injuries, have expended, and will continue to expend large sums of money for medical care and treatment, have suffered and will continue to suffer economic loss, and have otherwise been physically, emotionally and economically injured.

WHEREFORE, Plaintiffs demand judgment against Defendant Merck for compensatory, treble and punitive damages, together with interest, costs of suit, attorneys' fees and all such other relief as the Court deems proper.

COUNT II
PRODUCTS LIABILITY - FAILURE TO WARN (N.J.S.A. 2A:58C-2 *et seq.*)

78. Plaintiffs repeat and incorporate by reference all other paragraphs of this Master Complaint as if fully set forth herein.

79. Defendant Merck researched, developed, designed, tested, manufactured, inspected, labeled, distributed, marketed, promoted, sold, and otherwise released into the stream of commerce the pharmaceutical, VIOXX, and in the course of same, directly advertised or marketed the product to FDA, consumers or persons responsible for consumers, and therefore had a duty to warn of the risks associated with the use of VIOXX.

80. VIOXX was under the exclusive control of the Defendant as aforesaid, and was unaccompanied by appropriate warnings regarding all possible adverse side effects and complications associated with the use of VIOXX, dangerous drug-drug interactions and food-drug interactions, and the comparative severity, duration and the extent of the risk of injury with such use.

81. Defendant Merck has failed to timely and reasonably warn of material facts regarding the safety and efficacy of VIOXX so that no medical care provider would have prescribed, or no consumer would have used, VIOXX had those facts been made known to such providers and consumers.

82. Defendant Merck has failed to perform or otherwise facilitate adequate testing in that such testing would have shown that VIOXX posed serious and potentially life-threatening side effects and complications with respect to which full and proper warning accurately and fully reflecting the symptoms, scope and severity should have been made to medical care providers, the FDA and the public, including Plaintiffs.

83. VIOXX, which was researched, developed, designed, tested, manufactured, inspected, labeled, distributed, marketed, promoted, sold and otherwise released into the stream of commerce by Defendant, was defective due to inadequate post-marketing warnings and/or instruction because, after Defendant knew or should have known of the risk of serious and potentially life-threatening side effects and complications from the use of VIOXX, Defendant failed to provided adequate warnings to medical care providers, the FDA and the consuming public, including Plaintiffs, and continued to promote VIOXX aggressively.

84. As direct and proximate result of the conduct of Defendant Merck as aforesaid, Plaintiffs suffered and continue to suffer serious and permanent physical and emotional injuries, have expended, and will continue to expend large sums of money for medical care and treatment, suffered and will continue to suffer economic loss, and have otherwise been physically, emotionally and economically injured.

WHEREFORE, Plaintiffs demand judgment against Defendant Merck for compensatory, treble and punitive damages, together with interest, costs of suit, attorneys' fees and all such other relief as the Court deems proper.

COUNT III
NEW JERSEY CONSUMER FRAUD ACT (N.J.S.A. 56:8-2 *et seq.*)

85. Plaintiffs repeat and incorporate by reference all other paragraphs of this Master Complaint as if fully set forth herein.

86. Prescription drugs such as VIOXX are "merchandise," as that term is defined by N.J.S.A. 56:8-1 *et seq.*

87. Defendant Merck is the researcher, developer, designer, tester, manufacturer, inspector, labeler, distributor, marketer, promoter, seller and/or otherwise released VIOXX into the stream of commerce.

88. Defendant Merck knew or should have known that the use of VIOXX causes serious and life threatening injuries but failed to warn the public, including Plaintiffs, of same.

89. In violation of the Act, Defendant Merck made untrue, deceptive or misleading representations of material facts to and omitted and/or concealed material facts from Plaintiffs in product packaging, labeling, medical advertising, direct-to-consumer advertising, promotional campaigns and materials, among other ways, regarding the safety and use of VIOXX. Moreover, Defendant downplayed and/or understated the serious nature of the risks associated with VIOXX in order to increase the sales of VIOXX and secure a greater share of the COX-2 market.

90. Defendant's statements and omissions were undertaken with the intent that the FDA, physicians, and consumers, including Plaintiffs, would rely on the Defendant's statements and/or omissions.

91. Defendant knew of the growing public acceptance of the misinformation and misrepresentations regarding the safety and efficacy of VIOXX but remained silent because Merck's appetite for significant future profits far outweighed its concern for the health and safety of Plaintiffs.

92. Plaintiffs' physicians prescribed and/or otherwise provided Plaintiffs with VIOXX, and Plaintiffs consumed VIOXX, primarily for personal and family reasons and suffered ascertainable losses of money as a result of the Defendant's use or employment of the methods, acts, or practices alleged herein.

93. The aforesaid promotion and release of VIOXX into the stream of commerce constitutes an unconscionable commercial practice, deception, false pretense, misrepresentations, and/or the knowing concealment, suppression, or omission of material facts with the intent that others would rely upon such concealment, suppression or omission in connection with the sale or

advertisement of such merchandise or services by Defendant, in violation of the New Jersey Consumer Fraud Act., N.J.S.A. 56:8-1 *et seq.*

94. Defendant Merck concealed, omitted, or minimized the side effects of VIOXX or provided misinformation about adverse reactions, risks and potential harms from VIOXX and succeeded in persuading consumers to purchase and ingest VIOXX despite the lack of safety and the risk of adverse medical reactions, including cardiovascular events and gastrointestinal effects.

95. Defendant Merck's practice of promoting and marketing VIOXX created and reinforced a false impression as to the safety of VIOXX, thereby placing consumers at risk of serious and potential lethal effects.

96. VIOXX lacked appropriate warnings, and the packaging and labels used by Defendant were misleading, inaccurate, incomplete, and/or untimely.

97. Defendant Merck violated its post-manufacture duty to warn which arose when Merck knew, or with reasonable care should have known, that VIOXX was injurious and sometimes fatal.

98. At the time when consumers purchased and ingested VIOXX, Defendant Merck intended that others would rely upon the concealment, suppression or omission of the risks of ingesting VIOXX.

99. Defendant's actions in connection with manufacturing, distributing, and marketing of VIOXX as set forth herein evidence a lack of good faith, honesty in fact and observance of fair dealing so as to constitute unconscionable commercial practices, in violation of the New Jersey Consumer Fraud Act., N.J.S.A., 56:8-2 *et seq.*

100. Defendant Merck acted willfully, knowingly, intentionally, unconscionably and with reckless indifference when committing these acts of consumer fraud.

101. As a proximate result of the acts of consumer fraud set forth above, Plaintiffs purchased an unsafe product and incurred monetary expense and the risk to themselves and members of their households that they would consume VIOXX and thereby suffer an increased risk of harm as previously set forth herein.

WHEREFORE, Plaintiffs demand judgment against Defendant Merck for compensatory, treble and punitive damages, together with interest, costs of suit, attorneys' fees and all such other relief as the Court deems proper.

**COUNT IV
BREACH OF EXPRESS WARRANTY**

102. Plaintiffs repeat and incorporate by reference all other paragraphs of this Master Complaint as if fully set forth herein.

103. Defendant Merck placed VIOXX into the stream of commerce for sale and recommended its use to physicians, the FDA and consumers without adequately warning physicians, the FDA and consumers, including the Plaintiffs, of the risks associated with the use of VIOXX.

104. Defendant Merck had a duty to exercise reasonable care in the research, development, design, testing, manufacture, inspection, labeling, distribution, marketing, promotion, sale and release of VIOXX, including a duty to:

- a) Ensure that the product did not cause the user unreasonably dangerous side effects;
- b) Warn of dangerous and potentially fatal side effects; and

- c) Disclose adverse material facts when making representations to physicians, the FDA and the public at large, including Plaintiffs.

105. When Plaintiffs' physicians prescribed VIOXX and Plaintiffs made the decision to use VIOXX, both Plaintiffs and their physicians reasonably relied upon the Defendant and its agents to disclose known defects, risks, dangers and side effects of VIOXX.

106. Plaintiffs' physicians, the FDA and/or Plaintiffs had no knowledge of the falsity or incompleteness of the Defendant's statements and representations concerning VIOXX when Plaintiffs' physicians prescribed and/or otherwise provided VIOXX and Plaintiffs purchased and used VIOXX as researched, developed, designed, tested, manufactured, inspected, labeled, distributed, marketed, promoted, sold and otherwise released into the stream of commerce by the Defendant. Plaintiffs justifiably and detrimentally relied on the warranties and representations of Defendant in the purchase and use of VIOXX.

107. Defendant Merck was under a duty to disclose the defective and unsafe nature of VIOXX to physicians, the FDA, consumers and users, such as Plaintiffs. Defendant had sole access to material facts concerning the defects, and Defendant knew that physicians, the FDA and users, such as Plaintiffs, could not have reasonably discovered such defects.

108. By the conduct alleged, Defendant Merck, its agents and employees expressly warranted to Plaintiffs and Plaintiffs' physicians that the products were merchantable and fit for the purpose intended, in violation of N.J.S.A. 12A:2-313 *et seq.*

109. This warranty was breached because VIOXX was not safe and effective as a medication for arthritis and pain, as Defendant had represented, and Plaintiffs were injured.

110. As a direct result of Defendant's conduct aforesaid, Plaintiffs suffered and continue to suffer serious and permanent physical and emotional injuries, have expended and

will continue to expend large sums of money for medical care and treatment, have suffered and will continue to suffer economic loss, and have otherwise been physically, emotionally and economically injured.

WHEREFORE, Plaintiffs demand judgment against Defendant Merck for compensatory and punitive damages, together with interest, costs of suit, attorneys' fees and all such other relief as the Court deems proper.

COUNT V
PUNITIVE DAMAGES UNDER THE PRODUCTS LIABILITY ACT (N.J.S.A.2A:58C-1)

111. Plaintiffs repeat and incorporate by reference all other paragraphs of this Master Complaint as if fully set forth herein.

112. Plaintiffs are entitled to punitive damages because the Defendant's failure to warn was reckless and without regard for the public's safety and welfare. The Defendant misled both the medical community and the public at large, including Plaintiffs, by making false representations about the safety of VIOXX. Defendant downplayed, understated and/or disregarded its knowledge of the serious and permanent side effects and risks associated with the use of VIOXX despite available information demonstrating that VIOXX was likely to cause serious and even fatal side effects to users.

113. Defendant was or should have been in possession of evidence demonstrating that VIOXX caused serious side effects. Nevertheless, Defendant continued to market VIOXX by providing false and misleading information with regard to safety and efficacy.

114. Defendant failed to provide warnings that would have dissuaded physicians from prescribing VIOXX and consumers from purchasing and consuming VIOXX, thus depriving physicians and consumers from weighing the true risks against the benefits of prescribing and/or purchasing and consuming VIOXX.

WHEREFORE, Plaintiffs demand judgment against Defendant Merck for compensatory damages and punitive damages, together with interest, costs of suit and attorneys' fees and such other relief as the Court deems proper.

RELIEF REQUESTED

WHEREFORE, Plaintiffs demand judgment against Defendant Merck as follows:

- A. Award Plaintiffs compensatory damages against Defendant in an amount sufficient to fairly and completely compensate Plaintiffs for all damages;
- B. Award Plaintiffs treble damages against Defendant so to fairly and completely compensate Plaintiffs for all damages, and to deter similar wrongful conduct in the future;
- C. Award Plaintiffs punitive damages against Defendant in an amount sufficient to punish Defendant for its wrongful conduct and to deter similar wrongful conduct in the future;
- D. Award Plaintiffs costs and disbursements, costs of investigations, attorneys' fees and all such other relief available under New Jersey law;
- E. Award that the costs of this action be taxed to Defendant; and
- F. Award such other and further relief as the Court may deem just and proper.

JURY TRIAL DEMANDED

Plaintiffs demand a trial by jury.

Dated: September 26, 2006

Respectfully Submitted,



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